

**2023 Legislature - Operating Budget**  
**Transaction Compare - Governor Structure**  
**Between Adj Base and 24Gov**

**Numbers and Language**  
**Differences**  
**Agencies: Rev**

**Agency: Department of Revenue**

	Column	Trans Type	Total Expenditure	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants	Misc	PFT	PPT	TMP
<b>Taxation and Treasury</b>													
<b>Tax Division</b>													
Tax Revenue Management System (TRMS)	24Gov	Inc	373.6	0.0	0.0	373.6	0.0	0.0	0.0	0.0	0	0	0
Cloud Server Hosting													
Ensuring our systems are safe from cybersecurity events is of the upmost importance. There are several priority security initiatives underway within the Department of Revenue. In the Tax Division, where \$1 billion in taxes are collected in any given year, systems security is of upmost importance. The Department anticipates partnering with FAST Enterprises, an industry leader in tax systems, for server hosting. Their cloud services are seamless to their Tax Revenue Management System (TRMS) solution and ensures IRS Pub 1075 policy compliance and enhance security protocols when compared with current and on-premise solutions. They are already providing this service to other states and have proven to be secure, reliable, and compliant. FAST will be handling all server and security updates, maintenance, and tuning. They can expand our server needs as business demands change and keep our application in optimal configuration. FAST will ensure needed frequency of scans and security testing. FAST provides 24/7 monitoring services and disaster recovery with a backup site. The anticipated contract includes operating system and database licensing, backup verification, and liability insurance.													
1004 Gen Fund (UGF)			373.6										
<b>* Allocation Difference *</b>			373.6	0.0	0.0	373.6	0.0	0.0	0.0	0.0	0	0	0
<b>Treasury Division</b>													
Restore Cash Management I/A Receipt Authority to FY22 Level	24Gov	Inc	685.0	685.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
Review of the federally approved cost allocation plan allows billing through Reimbursable Service Agreements (RSAs) to benefitting programs.													
1007 I/A Rcpts (Other)			685.0										
Replace Authority with Higher Education Investment Fund (AS 37.14.750)	24Gov	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
The Treasury Division manages the Alaska Higher Education Investment Fund (AS 37.14.750) and allocates 10 basis points to provide investment services. This fund was previously swept to the Constitutional Budget Reserve Fund (CBRF) and subsequently recapitalized from the general fund on 6/30/2022. Passage of HB322, Ch15, SLA2022, established this fund separate from the general fund and is no longer considered a sweepable fund under Article IX, Section 17(d) of the Alaska Constitution.													
1004 Gen Fund (UGF)			-342.6										
1226 High Ed (DGF)			342.6										
<b>* Allocation Difference *</b>			685.0	685.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<b>Alaska Retirement Management Board</b>													
Allocate Investment Fund Authority	24Gov	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
Align fund sources based on assets under management.													
1017 Group Ben (Other)			-499.0										
1029 PERS Trust (Other)			350.0										
1034 Teach Ret (Other)			135.0										
1042 Jud Retire (Other)			14.0										
<b>* Allocation Difference *</b>			0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0

**2023 Legislature - Operating Budget  
Transaction Compare - Governor Structure  
Between Adj Base and 24Gov**

**Numbers and Language  
Differences  
Agencies: Rev**

**Agency: Department of Revenue**

	Column	Trans Type	Total Expenditure	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants	Misc	PFT	PPT	TMP
<b>Taxation and Treasury (continued)</b>													
<b>Permanent Fund Dividend Division</b>													
Dividend Application Information System Maintenance and Support	24Gov	Inc	326.4	0.0	0.0	326.4	0.0	0.0	0.0	0.0	0	0	0
The Permanent Fund Dividend (PFD) Division has been working on implementation of an improved and secure information system solution. The contractor that has been providing the information system upgrade will be transitioning to a supporting role after all upgrades are complete and in production. Work is currently transitioning more to operating versus capital. This provides transparency to the expenses incurred within the Division. Remaining unobligated capital funds for the upgrade will be returned to the Dividend Fund pursuant to this additional operating budget support. The Division is currently working with the contractor on expected capital outlays for the remainder of the project.													
1050 PFD Fund (Other)			326.4										
<b>* Allocation Difference *</b>			326.4	0.0	0.0	326.4	0.0	0.0	0.0	0.0	0	0	0
<b>** Appropriation Difference **</b>			1,385.0	685.0	0.0	700.0	0.0	0.0	0.0	0.0	0	0	0
<b>Child Support Services</b>													
<b>Child Support Enforcement Division</b>													
Change Allocation Name to Child Support Enforcement Division	24Gov	Struct	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<b>* Allocation Difference *</b>			0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<b>** Appropriation Difference **</b>			0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<b>Administration and Support</b>													
<b>Administrative Services</b>													
Reverse Mental Health Trust Authority Funding	24Gov	OTI	-13.5	0.0	0.0	-13.5	0.0	0.0	0.0	0.0	0	0	0
1094 MHT Admin (Other)			-13.5										
Continuation - Maintain Trust Authority MHT Admin Authority for Unallocated Rates	24Gov	IncM	13.5	0.0	0.0	13.5	0.0	0.0	0.0	0.0	0	0	0
1094 MHT Admin (Other)			13.5										
<b>* Allocation Difference *</b>			0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<b>Criminal Investigations Unit</b>													
Eliminate I/A Authority Due to Replacement with General Fund and PFD Fund Authority	24Gov	Dec	-1,250.9	0.0	0.0	-1,250.9	0.0	0.0	0.0	0.0	0	0	0
1007 I/A Rcpts (Other)			-1,250.9										
<b>* Allocation Difference *</b>			-1,250.9	0.0	0.0	-1,250.9	0.0	0.0	0.0	0.0	0	0	0
<b>** Appropriation Difference **</b>			-1,250.9	0.0	0.0	-1,250.9	0.0	0.0	0.0	0.0	0	0	0
<b>Alaska Mental Health Trust Authority</b>													
<b>Mental Health Trust Operations</b>													
Reverse Mental Health Trust Recommendation	24Gov	OTI	-4,488.3	-3,279.6	-82.0	-1,051.7	-75.0	0.0	0.0	0.0	0	0	0
Reverse Mental Health Trust recommendation to reflect zero-based mental health budget.													
1094 MHT Admin (Other)			-4,488.3										

**2023 Legislature - Operating Budget**  
**Transaction Compare - Governor Structure**  
**Between Adj Base and 24Gov**

<b>Numbers and Language</b> <b>Differences</b> <b>Agencies: Rev</b>
---

**Agency: Department of Revenue**

	Column	Trans Type	Total Expenditure	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants	Misc	PFT	PPT	TMP
<b>Alaska Mental Health Trust Authority (continued)</b>													
<b>Mental Health Trust Operations (continued)</b>													
Continuation - Maintain Trust Authority MHT Admin Budget	24Gov	IncM	4,488.3	3,279.6	92.0	1,051.7	65.0	0.0	0.0	0.0	0	0	0
The Alaska Mental Health Trust Authority (Trust) administrative budget supports the operation of the Trust office and the Board of Trustees. The Trust is tasked in statute with being trustees of the cash and non-cash assets of the legal trust, making budget recommendations for the Mental Health Budget Bill, partnering with the Department of Health and Social Services to ensure a Comprehensive Mental Health Program Plan, and providing leadership in Trust beneficiary-related issues. The Trust, a state corporation, is administratively housed in the Department of Revenue.													
1094 MHT Admin (Other)			4,488.3										
Increase Trust Authority MHT Admin Budget	24Gov	Inc	136.1	69.6	3.0	63.5	0.0	0.0	0.0	0.0	0	0	0
1094 MHT Admin (Other)			136.1										
<b>* Allocation Difference *</b>			136.1	69.6	13.0	63.5	-10.0	0.0	0.0	0.0	0	0	0
<b>Long Term Care Ombudsman Office</b>													
General Fund Mental Health Fund Designation	24Gov	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
Technical correction to general funds within the Long Term Care Ombudsman Office. \$13.4 in general funds were placed through a series of salary adjustments. This is reclassified as General Fund Mental Health (GF/MH) to match the existing budget designation.													
1004 Gen Fund (UGF)			-13.4										
1037 GF/MH (UGF)			13.4										
<b>* Allocation Difference *</b>			0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<b>** Appropriation Difference **</b>			136.1	69.6	13.0	63.5	-10.0	0.0	0.0	0.0	0	0	0
<b>Alaska Housing Finance Corporation</b>													
<b>AHFC Operations</b>													
Move Funding for Rural Housing Coordinator - New Region (FY22-FY26) to Capital Budget	24Gov	Dec	-135.0	0.0	0.0	0.0	0.0	0.0	-135.0	0.0	0	0	0
This project funds a Rural Housing Coordinator to support State operating infrastructure in a region that does not yet have this position. The Rural Housing Coordinator will engage community partners, and document best practices and lessons learned from various efforts. These efforts include building local capacity, a coalition to address homelessness, strategize on addressing overcrowding and substandard housing, and increase affordable housing. The coordinator works with the Alaska Housing Finance Corporation and Association of Alaska Housing Authorities staff to maximize local, state, and federal funding opportunities and to ensure effective use of available resources.													
1092 MHTAAR (Other)			-135.0										
Move Funding for MH Trust: Rural Housing Coordinator - Northwest Arctic Borough (FY22-FY24) to Capital Budget	24Gov	Dec	-135.0	0.0	0.0	0.0	0.0	0.0	-135.0	0.0	0	0	0
This project funds a Rural Housing Coordinator to support State operating infrastructure in the Northwest Arctic Borough. The Rural Housing Coordinator will engage community partners, document best practices and lessons learned with various efforts. These efforts include building local capacity, a coalition to address homelessness, strategize on addressing overcrowding and substandard housing, and increase affordable housing. The													

**2023 Legislature - Operating Budget**  
**Transaction Compare - Governor Structure**  
**Between Adj Base and 24Gov**

**Numbers and Language**  
**Differences**  
**Agencies: Rev**

**Agency: Department of Revenue**

	Column	Trans Type	Total Expenditure	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants	Misc	PFT	PPT	TMP
<b>Alaska Housing Finance Corporation (continued)</b>													
<b>AHFC Operations (continued)</b>													
Move Funding for MH Trust: Rural Housing Coordinator - Northwest Arctic Borough (FY22-FY24) to Capital Budget (continued)													
coordinator works with the Alaska Housing Finance Corporation and Association of Alaska Housing Authorities staff to maximize local, state, and federal funding opportunities and to ensure effective use of available dollars.													
1092 MHTAAR (Other)			-135.0										
Housing Choice Voucher Program - Fair Share and Affordability Initiative	24Gov	Inc	3,000.0	0.0	0.0	0.0	0.0	0.0	3,000.0	0.0	0	0	0
Alaska Housing Finance Corporation (AHFC) is requesting an additional \$3,000.0 in federal receipt authority for the AHFC administered Housing and Urban Development (HUD) Section 8 Housing Choice Voucher Program. The funds are necessary to fund an additional 25 additional housing choice vouchers under the "Fair-Share" program and to help Housing Choice Voucher program participants locate affordable housing units through HUD approved-initiatives. These initiatives may include security deposit assistance, supplemental rental assistance, or property owner incentives.													
1002 Fed Rcpts (Fed)			3,000.0										
Multifamily Affordable Section 8 New and Conventional Low Rent Housing Program Contractual Obligation Increases	24Gov	Inc	1,340.0	0.0	0.0	1,340.0	0.0	0.0	0.0	0.0	0	0	0
Additional federal receipt authority is necessary in FY2024 to fund ongoing, increasing, multi-year contractual obligations in Alaska Housing Finance Corporation (AHFC)'s Housing and Urban Development (HUD)-funded Section 8 New Multifamily, and Conventional Low Rent Program. AHFC anticipates a \$1,340,000 annual increase in utility cost, property tax, and maintenance contracts													
1002 Fed Rcpts (Fed)			1,340.0										
HB 226 5% Cost of Living Allowance Adjustment	24Gov	Inc	2,153.7	2,153.7	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
The Legislature enacted House Bill 226 in the 32nd legislative session. It provides a five percent increase for all exempt and partially exempt staff in all three branches of State government. This increase includes the Alaska House Finance Corporation (AHFC). The requested increment funds the five percent Cost of Living Allowance (COLA) adjustment for FY2024.													
1002 Fed Rcpts (Fed)			796.1										
1061 CIP Rcpts (Other)			117.3										
1103 AHFC Rcpts (Other)			1,240.3										
<b>* Allocation Difference *</b>			6,223.7	2,153.7	0.0	1,340.0	0.0	0.0	2,730.0	0.0	0	0	0
<b>Alaska Corporation for Affordable Housing</b>													
HB226 Cost of Living Allowance 5% Adjustment	24Gov	Inc	12.9	12.9	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
The Legislature enacted House Bill 226 in the 32nd legislative session. It provides a five percent increase for all exempt and partially exempt staff in all three branches of State government. This increase includes AHFC. The requested increment funds the five percent Cost of Living Allowance adjustment for FY2024.													
1002 Fed Rcpts (Fed)			12.9										
<b>* Allocation Difference *</b>			12.9	12.9	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<b>** Appropriation Difference **</b>			6,236.6	2,166.6	0.0	1,340.0	0.0	0.0	2,730.0	0.0	0	0	0

**2023 Legislature - Operating Budget  
Transaction Compare - Governor Structure  
Between Adj Base and 24Gov**

**Numbers and Language  
Differences  
Agencies: Rev**

**Agency: Department of Revenue**

	Column	Trans Type	Total Expenditure	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants	Misc	PFT	PPT	TMP
<b>Alaska Permanent Fund Corporation</b>													
<b>APFC Operations</b>													
Tri-Annual Workstation Replacement	24Gov	Inc0TI	239.7	0.0	0.0	0.0	239.7	0.0	0.0	0.0	0	0	0
Workstation equipment for all staff is on a three-year replacement cycle. Laptops for all staff are due to be replaced in FY2024. This request includes the funding necessary for this replacement to ensure seamless technology to support the work of the staff.													
1105 PF Gross (Other)			239.7										
Consulting & IT Improvements	24Gov	Inc	251.0	0.0	0.0	251.0	0.0	0.0	0.0	0.0	0	0	0
The Board has approved an increment in several areas of contractual services. An increase has been included to align with actual expenses for the services of the Investment Advisory Group which serves as consultants to the Board of Trustees and costs associated with additional Board meetings. The Corporation's communications program anticipates an increase in costs due to inflationary pressures on consulting services and expanded scope of services due to increased visibility of the Fund and preparation for the Fund's 50th anniversary. Lastly, an amount has been included to replace the fire suppression system in the Juneau data center. It no longer meets code and needs to be replaced with a system that is compliant.													
1105 PF Gross (Other)			251.0										
Board Honorarium to Support Increased Meetings	24Gov	Inc	6.9	6.9	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
The FY2024 board meeting schedule contains two extra meetings beyond the historical quarterly schedule. This increment reflects additional honorarium for these meetings.													
1105 PF Gross (Other)			6.9										
<b>* Allocation Difference *</b>			<b>497.6</b>	<b>6.9</b>	<b>0.0</b>	<b>251.0</b>	<b>239.7</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>APFC Investment Management Fees</b>													
Investment Management Fees	24Gov	Dec	-3,004.4	0.0	0.0	-3,004.4	0.0	0.0	0.0	0.0	0	0	0
At the end of FY2022, contracts with external fixed income managers were terminated and assets were transferred to internal management resulting in a savings of \$8,500.0. In FY2024, an increase of \$2,300.0 is requested to fund increasing costs for the growing alternatives portfolios. This results in a \$6,200.0 reduction from FY2023 to FY2024 for Investment Management Fees.													
In addition, an increase of \$3,200.0 is requested to cover anticipated increases for Investment Systems, the Data Strategy Project, and Custody Fees.													
1105 PF Gross (Other)			-3,004.4										
<b>* Allocation Difference *</b>			<b>-3,004.4</b>	<b>0.0</b>	<b>0.0</b>	<b>-3,004.4</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>** Appropriation Difference **</b>			<b>-2,506.8</b>	<b>6.9</b>	<b>0.0</b>	<b>-2,753.4</b>	<b>239.7</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>*** Agency Difference ***</b>			<b>4,000.0</b>	<b>2,928.1</b>	<b>13.0</b>	<b>-1,900.8</b>	<b>229.7</b>	<b>0.0</b>	<b>2,730.0</b>	<b>0.0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>**** All Agencies Difference ****</b>			<b>4,000.0</b>	<b>2,928.1</b>	<b>13.0</b>	<b>-1,900.8</b>	<b>229.7</b>	<b>0.0</b>	<b>2,730.0</b>	<b>0.0</b>	<b>0</b>	<b>0</b>	<b>0</b>

## Column Definitions

**Adj Base (FY24 Adjusted Base)** - FY23 Management Plan less one-time items, plus FY24 adjustments for position counts, funding transfers, line item transfers, temporary increments (IncT) from prior years, and additions for statewide items (e.g. salary and benefit increases). The Adjusted Base is the "first cut" of the FY24 budget; it is the base to which the Governor's and the legislature's increments, decrements, and fund changes are added.

**24Gov (24Gov)** - Includes FY24 Adjusted Base plus the Governor's operating budget requests for increments, decrements, fund source changes, and language transactions submitted on December 15, 2022.